

## **TB-20 - Gambling Winnings of Nonresidents**

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**Number: TB-20**

**Tax: Gross Income Tax**

**Topic: Gambling Winnings of Nonresidents**

P.L. 1993, c. 143, signed into law on June 18, 1993, clarifies the original intent of the law and the Division's longstanding administrative interpretation that gambling winnings of nonresidents are subject to gross income tax in the same manner as winnings of residents.

The bill states that income received by nonresidents from lottery or wagering transactions in New Jersey, other than from the New Jersey State Lottery, is income earned, received or acquired from sources within this State, and is subject to New Jersey Gross Income Tax. For example, winnings from casino betting and wagering, slot machines, raffles, bingo games, etc. are all taxable income.

When income received is not subject to withholding, it may be necessary to make estimated income tax payments. Failure to make required estimated tax payments may result in interest charges.